

**Alaska Waste - Juneau, LLC  
Cost of Fuel Surcharge (COFS) Update  
Memorandum**

Date: April 12, 2021

Utility Name <b>Alaska Waste - Juneau, LLC</b>	Utility File No. <b>TA57-653</b>	Date Filed: <b>March 1, 2021</b>
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**FILING SUMMARY**

Statutory Deadline: April 15, 2021	Tariff Sheet recommended for approval: Tariff Sheet No. 47 April 9, 2021	Staff Recommended Effective Date: April 15, 2021
Side-by-side Tariff Sheet attached as Appendix 3		

**COFS SUMMARY**

Prior Commission Determination TA Number	Date of Prior Commission Determination	Prior Commission Determination	Staff Recommended Determination	Change
TA56-653	August 31, 2021	(0.631%)	(1.46%)	(0.829%)

Signed: \_\_\_\_\_ *Jed Drolet* \_\_\_\_\_ Utility Tariff Analyst  
Jed Drolet

**Reasons for the above recommendation: See Attached Memorandum**

	Date, if different from 4/12/2021	I CONCUR	I DO NOT CONCUR	I WILL WRITE A DISSENTING STATEMENT*
Pickett		<i>RMP</i>		
Kurber		<i>KKI</i>		
Scott		<i>AGS</i>		
Sullivan		<i>DS</i>		
Wilson	4/13/2021	<i>JWW</i>		

Special Instructions to Staff: \_\_\_\_\_

\* If this column is initialed, Staff will contact the Commissioner for the statement. Otherwise, dissent will be noted at the close of the By Direction Letter or Order.

**Alaska Waste - Juneau, LLC  
COFS Update  
Memorandum**

To: Robert M. Pickett, Chairman  
Keith Kurber II  
Antony Scott  
Daniel A. Sullivan  
Janis W. Wilson

Date: April 12, 2021

File: TA57-653

Utility: Alaska Waste - Juneau, LLC

From: Jed Drolet

Subject: COFS

**COFS Comments:**

Staff reviewed this tariff filing to ensure compliance with applicable regulations (3 AAC 48.200-3 AAC 48.430). Staff also reviewed the proposed tariff sheet to ensure the stated text is easily understood, and the tariff provisions clearly and comprehensively describe and address the situation to which the tariff provision applies. Proposed revisions to COFS are reviewed pursuant to the methodology approved with Order No. U-13-164(13) and must be filed with documentation supporting entries in the balancing account for the historical period and projections for the future period.

**Staff Notes:**

The estimated fuel costs decreased from \$69,077 to \$62,398. The balancing account balance decreased from \$17,722 to (\$9,891). The estimated revenues decreased from \$3,700,067 to \$3,464,563. The downward pressure from the decrease in estimated fuel costs and the decrease in the balancing account balance offsets the upward pressure from the decrease in estimated revenues. This results in a decrease to Alaska Waste - Juneau's COFS from (0.631%) to (1.46%).

**Staff Recommendation:**

The Commission should approve Tariff Sheet No. 47, filed April 9, 2021, by Alaska Waste - Juneau, LLC in TA57-653. The effective date of the tariff sheet should be April 15, 2021.

Alaska Waste - Juneau filed a revenue requirement study (RRS) on December 23, 2019, designated as TA52-653. TA52-653 was suspended into U-20-010 on February 6, 2020 (see Order No. U-20-002(1)/U-20-003(1)/U-20-004(1)/U-20-005(1)/U-20-006(1)/U-20-007(1)/U-20-008(1)/U-20-009(1)/U-20-010(1), issued February 6, 2020). Staff does not recommend suspension of TA57-653 into Alaska Waste - Juneau's pending revenue requirement study as the COFS is calculated using the base cost of fuel from the most recently approved RRS (see Tariff Sheet No. 47, at 6). The pending RRS has not been approved; as such there is not a new base cost of fuel to use in calculating the COFS. Alaska Waste - Juneau will submit an updated fuel surcharge calculation once the new base cost of fuel has been established by the Commission (see tariff advice letter for TA52-653, at 2).

**Alaska Waste - Juneau, LLC**  
Calculation and Comparison of Customer Bill  
TA57-653

Customer Bills	Prior Determination	Updated Determination	Change
Surcharge (%)	(0.631%)	(1.46%)	(0.829%)
<b>Customer Bill - Blue Zone</b>			
1X 96 Gallon Roll Cart	\$34.97	\$34.97	\$ -
Regulatory Cost Charge @ 0.756%	\$0.26	\$0.26	\$ -
Surcharge Amount (\$)	(\$0.22)	(\$0.51)	\$ (0.29)
Total Customer Bill (\$)	\$35.01	\$34.72	\$ (0.29)
<b>Customer Bill- Not Blue Zone</b>			
1X 96 Gallon Roll Cart	\$33.65	\$33.65	
Regulatory Cost Charge @ 0.756%	\$0.25	\$0.25	\$ -
Surcharge Amount (\$)	(\$0.21)	(\$0.49)	\$ (0.28)
Total Customer Bill (\$)	\$33.69	\$33.41	\$ (0.28)
<b>Customer Bill- Commercial</b>			
1X .50 Cubic Yard	\$36.51	\$36.51	
Regulatory Cost Charge @ 0.756%	\$0.28	\$0.27	\$ (0.01)
Surcharge Amount (\$)	(\$0.23)	(\$0.53)	\$ (0.30)
Total Customer Bill (\$)	\$36.56	\$36.25	\$ (0.31)

Alaska Waste - Juneau, LLC  
Cost of Fuel Surcharge Amount  
TA57-653

Calculation of Cost of Fuel Surcharge			
Line	Description	Prior Determination	Updated Determination
A	Estimated Per Unit Fuel Cost	\$ 3.1526	\$ 2.98
B	Estimated Fuel Consumption	21,911.27	20,939.0
C	Total Estimated Fuel Costs (A*B)	\$ 69,077	\$ 62,398
D	Balancing Account Balance	\$ 17,722	\$ (9,891)
E	Total (D+E)	\$ 86,799	\$ 52,507
F	Estimated Retail Sales	\$ 3,700,067	\$ 3,464,563
G	Projected Cost of Fuel (E/F)	2.3459%	1.5155%
H	Base Cost of Fuel	2.9769%	2.9769%
I	Cost of Fuel Surcharge Amount (G-H)	(0.631%)	(1.46%)

Comments

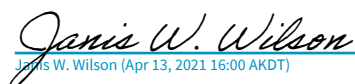
Actual Costs			
	Prior Quarter	Reported Quarter	Change
Per Unit Fuel Cost	\$ 3.11	\$ 3.11	\$ -
Total Fuel Cost	\$ 67,592.60	\$ 57,112.24	\$ (10,480.36)
Balancing Account	\$ 17,722.00	\$ (9,891.32)	\$ (27,613.32)
Actual Revenues			
	Prior Quarter	Reported Quarter	Change
Surcharge Revenues	\$ (45,575.73)	\$ 36,078.69	\$ 81,654.42
Base Cost Revenues	\$ 101,927.24	\$ 104,345.92	\$ 2,418.68

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RCA No. 653 Ninth Revision Sheet No. 47Cancelling Eighth Revision Sheet No. 47**RECEIVED****SEP 29 2020**STATE OF ALASKA  
REGULATORY COMMISSION OF ALASKA**ALASKA WASTE – JUNEAU, LLC****300.90 COST OF FUEL SURCHARGE (continued)****JUNEAU AREA**

## COST OF FUEL SURCHARGE

(1) Cost for Bi-annual Period Beginning **August 31, 2020** (T)

<u>Source</u>	<u>Quantity</u>	<u>Unit Cost</u>	<u>Total</u>
Diesel Fuel	21,911.269 Gal	X \$3.1526 per gal =	\$ 69,077

(I)

(2) Balance in Cost of Fuel Balancing Account as of  
**June 30, 2020** \$17,722 (T)(I)

(3) Total Lines (1) and (2) above \$ 86,799 (T)(I)

(4) Estimated Bi-annual Revenue \$3,700,067 (I)

(5) Projected Cost of Fuel (Line (3)/(4)) 2.3459% (I)

(6) Base Cost of Fuel Pursuant to U-14-114 2.9769%

(7) Cost of Fuel Surcharge (Line (5)-(6)) (0.6310%) (I)

This surcharge applies to all rates.

Tariff Advice No. 56-653 Effective: August 31, 2020Issued By: Alaska Waste - Juneau, LLCBy: Heather Garland Title: Pricing ManagerRCA No. 653 Tenth Revision Sheet No. 47Cancelling Ninth Revision Sheet No. 47**ALASKA WASTE – JUNEAU, LLC****300.90 COST OF FUEL SURCHARGE (continued)****JUNEAU AREA**

## COST OF FUEL SURCHARGE

(1) Cost for Bi-annual Period Beginning **March 1, 2021** (T)

<u>Source</u>	<u>Quantity</u>	<u>Unit Cost</u>	<u>Total</u>
Diesel Fuel	20,939 Gal	X \$2.98 per gal =	\$ 62,398

(H) R

(2) Balance in Cost of Fuel Balancing Account as of  
**December 31, 2020** (\$9,891) (T)(R)

(3) Total Lines (1) and (2) above \$ 52,507 (T)(R)

(4) Estimated Bi-annual Revenue \$3,464,563 (R)

(5) Projected Cost of Fuel (Line (3)/(4)) 1.52% (R)

(6) Base Cost of Fuel Pursuant to U-14-114 2.98%

(7) Cost of Fuel Surcharge (Line (5)-(6)) (1.46%) (R)

This surcharge applies to all rates.

Tariff Advice No. 57-653 Effective: March 1, 2021Issued By: Alaska Waste - Juneau, LLCBy: Heather Garland Title: Pricing Manager